on 1-4-1991 are M/s. Parikh Brothers, Bombay and Shri Vinod Kumar, Did-wania, Madras respectively.

(b) These income-tax demands were raised at different points of time from 1983-84 to 1990-91. In the case of M/s. Parikh Brothers, a large part of the demand is disputed in first appeals before the Commissioner (Appeals) who has been requested for prioroity disposal of appeals. All known assets were also attached by the Tax Recovery Officer but because of certain problems with the courts and the banks, no recovery could be made so far. In the case of Shri Vinod Kumar Didwania also, his share in the immovable property stands attached. The Income-tax Department is also taking steps to enforce its claim of recovery for appropriating goods worth Rs. 274.24 lakhs involved in court proceedings before the High Court and the Supreme Court. Prosecution has also been launched against the assessee for non-payment of taxes.

Norms for charging excise duty on manufactured goods

1222. SHRI SATYA PRAKASH MALAVIYA: Will the Minister of FINANCE be pleased to state:

(a) what is the basis of charging excise duty on manufactured goods;

(b) whether it is charged on value of manufactured goods or on the value addition at each state of manufacture; and

(c) what is percentage of the excise duty worked out on different staple fibres/filament yarns on value of goods; value addition in the man-made/synthetic textile fibre sector, where specific rates of excise duties are charged?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI RAMESHWAR THAKUR): (a) Excise duty on manufactured goods is levied under section 3 of the Central Excises and Salt Act, 1944. In addition, there are other type of excise duties which are levied under different enactments.

(b) In general, excise duty is charged on the value of the manufactured goods and not on the value addition at each stage of manufacture.

(c) Man-made fibres and filament yams are chargeable to excise duty on the basis of the weight and not on *ad valorem* basis. The incidence of excise duty will vary from manufacturer to manufacturer, and also on the variety of fibre or yam produced. The normal prices of such fibres and yams as defined in section 4 of the Central Excises and Salt Act, 1944 are not available since these are not required to be furnished by the manufacturers. However, based on the average market prices prevailing now, the estimated incidence of excise duty in ad *valorem* terms in respect of representative varieties of major fibres and filament yams works out to be as under:

	Estimated Incidence of excise duty in ad valorem terms
1. Polyester filament yarn	—105 % to 120%
2. Nylon filament yarn	—60% to 70%
3. Viscose filament yarn	—45%
4. Polyester fibre	—20%
5. Viscose fibre	—25%
6. Acrylic fibre	—25%